#### **Fair Political Practices Commission**

### Memorandum

To: Chairman Randolph, Commissioners Blair, Downey, Huguenin, and Remy

From: Mark Krausse, Executive Director

**Subject:** Legislative Report

**Date:** June 28, 2005

The Legislature will begin its summer recess on July 15<sup>th</sup>, provided it has passed a state budget. It will return to session on August 15<sup>th</sup>. Interim recess begins on September 9<sup>th</sup> with the Legislature to return for the second year of the 2005-06 Session in early January.

Informati	ional Items	Bills Amending the Political Reform Act	
Bill No.	Author	Title	Introduced/Amended

# AB 16 Huff Campaign Contributions

A-02/09/05

This bill prohibits the Governor or a member of the Legislature from accepting any campaign contributions between the date of the May budget revision and the date of the enactment of the budget bill for the upcoming fiscal year. **Failed in Assembly Elections Committee.** *Position: Oppose unless amended.* 

### AB 40 Wolk Conflict of interest: lobbying interests

I-12/6/04

This bill prohibits lobbyists who contract with an elected state officer from lobbying that officer, his or her staff or the staff of any committee the member chairs, and requires notification to the Secretary of State by lobbyists who enter into a contractual agreement with an elected state officer. AB 40 also requires that any payment conditioned on the outcome of an election be disclosed in pre-election reports. **Failed in Assembly Elections Committee.** *Position: Oppose unless amended.* 

### AB 347 Huff Enforcement

A-03/29/05

This bill would make a violation of the Act a misdemeanor or felony, punishable by imprisonment in a county jail for no more than one year, or by 16 months, 2 years, or 3 years in the state prison. This bill contains other related provisions and other existing laws. **Failed in Assembly Elections Committee.** *Position: Support.* 

### AB 513 Richman Lobbyist registration: bond consultants

A-04/26/05

This bill would expand the definition of administrative action to include the selection of an underwriter for state or local bond business. **Failed in Assembly Appropriations Committee.** *Position: no position.* 

#### AB 583 Hancock California Clean Money Act 0f 2005

A-04/13/05

This bill would enact the California Clean Money and Fair Elections Act of 2005, which would authorize eligible candidates, as defined, to obtain public funds according to specified procedures and requirements, provided that certain thresholds are attained. The bill would impose responsibility for the administration of the provisions of the bill on the Fair Political Practices Commission. The bill would appropriate \$500,000 each fiscal year from the fund created by the bill to the Fair Political Practices Commission for the purpose of administration of the act, as specified. **Failed in Assembly Elections Committee.** *Position: no position.* 

Informati	ional Items	Bills Amending the Political Reform Act (cont'd)	
Bill No.	Author	Title	Introduced/Amended

#### AB 709 Wolk Candidate-controlled ballot measure committees

A-05/19/05

Imposes a \$5,600 limit on contributions to ballot measure committees controlled by elective state office candidates. Primarily formed ballot measure committees would be subject to the post-election fundraising restrictions in the Act. The bill aggregates contributions to multiple ballot measure committees in support of, or in opposition to, the same ballot measure that are controlled by the same state candidate. Amended to subject the changes to the PRA to voter approval, thus removing the 2/3 vote requirement. In Senate Elections Committee. Hearing set: July 6<sup>th</sup>. *Position: Support*.

#### AB 739 Nation Political Expenditure Disclosure

A-05/03/05

Lowers from \$50,000 to \$10,000 the reporting threshold applicable to issue advocacy communications that clearly identify a candidate for elective state office made within 45 days of an election. The bill also lowers the threshold for donor reporting from \$5,000 to \$1,000. In Senate Elections Committee. Hearing set: July 6<sup>th</sup>. *Position: no position*.

### AB 891 DeVore Slate Mailer Organizations

A-04/13/05

Amends Act's slate mailer provisions to (1) make inclusion in a slate mailer sent by a recipient committee not at the candidate's behest a contribution to a candidate who does not pay equal consideration for the mailer; (2) require a slate mailer organization to notify the candidate of the value of the contribution; and (3) require the Commission adopt regulations providing a method for valuing slate mailer communications. **Failed in Assembly Elections Committee.** 

### AB 938 Umberg Campaign expenditure disclosures

A-06/01/05

Requires electronic filers to also file a report online or electronically disclosing expenditures totaling \$10,000 or more to support or oppose the qualification or passage of a ballot measure, and disclosing other specified information, within 10 business days of making the expenditure. The bill would require that this report also be filed in the places where the committee would be required to file campaign statements if it were formed or existing primarily to support or oppose the measure for or against which it is making the expenditure. Amended to submit the change to the voters, thus removing 2/3 vote requirement. In Senate Elections. Hearing set: July 6<sup>th</sup>.

### AB 1391 Leno Campaign disclosure

A-03/29/05

Defines a state general purpose committee as a committee that is not a county or city general purpose committee, or a committee that makes expenditures to support or oppose candidates or measures voted on in a state election, or in more than one county, including contributions to state general purpose committees, which total more than 50% of the contributions and independent expenditures made by the committee. In Senate Elections Committee; hearing postponed. *Position: Sponsor*.

#### AB 1558 Wolk Pilot project: financial interests in public contracts

I-02/22/05

Commission-sponsored Govt. Code sec. 1090 pilot project to issue opinions to public officials after consultation with the AG's office and applicable local prosecutor. **On Assembly floor.** *Position: Sponsor.* **Two-year bill.** 

Informational Items		Bills Amending the Political Reform Act (cont'd)	
Bill No.	Author	Title	Introduced/Amended

## AB 1755 Committee Commission-sponsored omnibus bill

I-03/15/05

Commission-sponsored bill to 1) delete reporting provisions relating to the now-obsolete March state primary, 2) clarify two provisions related to electronic reporting, 3) extend from 30- to 45-days the period during which a candidate may leave one office and assume another without having to file a new SEI, and 4) requires service to the Commission of a copy of a civil suit filed under the Act before relief may be granted. **In Senate Appropriations Committee.** *Position: Sponsor.* 

### SB 8 Soto Conflicts of interest

A-03/30/05

This bill extends the one-year post-governmental employment restrictions currently applicable to state public officials to local elected officials, county chief administrative officers, city managers or administrators, and special district general managers or chief administrators. In Assembly Elections Committee. Hearing set: July 5<sup>th</sup>. *Position: Oppose unless amended.* 

SB 11 Bowen Contributions: voting equipment manufacturers or vendors A-03/30/05 This bill prohibits a candidate for elective state or local office from accepting any contributions from a manufacturer or vendor of voting equipment or systems. This bill also amends the Elections Code to declare that the Secretary of State cannot serve as an officer of a political party or partisan organization, or support or oppose any candidate or ballot measure. In Assembly Elections Committee. Hearing set: July 5<sup>th</sup>. *Position: Oppose unless amended*.

#### SB 25 Ackerman Political Reform Act of 1974

A-01/19/05

This bill creates a presumption that a contribution received in response to a written solicitation from an elective state office candidate or his or her committee is received in response to that solicitation, for that candidate or committee, or for the term of office specified in the solicitation. The bill also repeals two sections related to the now obsolete March state primary election. **On Senate floor.** *Position: Oppose unless amended.* 

# SB 36 Florez 501(c)(4) issue advocacy disclosure

A-04/12/05

The Political Reform Act of 1974, as amended by Proposition 34 of the November 7, 2000, statewide general election, require a person who pays or promises to pay \$50,000 or more for an issue advocacy communication, which clearly identifies a candidate for elective state office but does not expressly advocate the election or defeat of the candidate, made within 45 days of an election, to file a specified disclosure report online or electronically with the Secretary of State within 48 hours of making or promising the payment. This bill would require a similar filing by a person who pays or promises to pay \$50,000 for a communication to 10,000 voters within the jurisdiction that the candidate is seeking office. **Failed passage on Senate floor; reconsideration granted.** *Position: Oppose unless amended.* 

### SB 54 Ackerman Political Reform Act of 1974

I-01/14/05

Substantially similar to, and rendered obsolete by, SB 25. **Referred to Rules Committee.** *Position: Oppose unless amended.* 

Informati	ional Items	Bills Amending the Political Reform Act (cont'd	)
Bill No.	Author	Title	Introduced/Amended

### SB 145 Murray Contributions

A-03/14/05

This bill would authorize an elected state officer to accept contributions after the date of the election to the office presently held for the purpose of paying expenses associated with holding office or for any other purpose authorized by the Political Reform Act of 1974, subject to certain limitations. The bill would set limits on the amount of contributions that may be made to an elected state officer in a calendar year and on the aggregate amount of contributions that a state officer may receive in a calendar year. In Assembly Elections Committee. Hearing set: July 5<sup>th</sup>. *Position: Neutral*.

### SB 289 Battin Conflicts of interest

I-02/16/05

"Spot" bill that adds "or her" where "his" is used in statute 87100 of the Political Reform Act. **Referred** to Rules Committee.

### SB 721 Chesbro Elections: ballot pamphlets

A-04/18/05

Existing law provides that any elector may initiate a challenge to a copy for the ballot pamphlet for statewide elections by showing that the copy is false, misleading, or inconsistent with specified statutory law, and that the issuance of a writ of mandate to amend or delete copy will not substantially interfere with the printing and distribution of the ballot pamphlet. This bill would codify the requirements of existing law that, in ruling on a challenge to a ballot pamphlet copy, a court shall indulge all legitimate presumptions in favor of the propriety of the copy, and find the copy sufficient in cases where reasonable minds could differ as to the sufficiency of the copy. **Died in Senate Elections Committee.** 

### SB 784 Committee Campaign contributions and expenditures

A-05/17/05

This bill extends the reporting threshold and deadline for payments for legislative, governmental, or charitable purposes made "at the behest of" an elected official from \$5,000 to \$7,000 and from 30 days to 90 days, respectively. It also specifies that such a payment made in response to a press release, interview, or other media-related communication from an elected official is not required to be reported. In addition, it adds that an elected official is required to report such a payment only if he or she knows, or has reason to know, that a payment was made at his or her behest. In Assembly Appropriations Committee. Hearing set: June 29<sup>th</sup>. *Position: neutral*.

**SB 929** Kehoe California Coastal Commission: administrative actions A-06/02/05 Expands the definitions of lobbyist to include those in direct communication with California Coastal Commissioners for the purpose of influencing quasi-judicial decisions, but excludes from that definition those who communicate on only one administrative action in a calendar year. Urgency clause added on June 6<sup>th</sup>. **On Senate floor.** *Position: neutral.* 

# SB 1013 Florez Political expenditure

I-02/22/05

Nonsubstantive "spot" bill. In Senate Rules Committee awaiting assignment.

Informati	onal Items	Bills Not Amending the PRA	
Bill No.	Author	Title	Introduced/Amended

#### SCA 13 Ortiz Biomedical research

A-06/08/05

The California Stem Cell Research and Cures Act (Proposition 71) established the California Institute for Regenerative Sciences and the Independent Citizens Oversight Committee to perform various oversight functions with regard to the Institute. Members of the ICOC are required to file statements of economic interest with the FPPC. This constitutional amendment would require that the president and each employee of the Institute disclose various economic interests and file with the FPPC. It further requires that a member of any working or advisory group appointed to assist the institute or its governing body disclose his or her income and investments in any entity that has sought funding from the institute or that is engaged in biomedical research. **On Senate floor; moved to Inactive File on request of author.** 

### ACR 1 McLeod Proposition 71: stem cell research

A-03/17/05

This measure would urge the Independent Citizen's Oversight Committee established pursuant to Proposition 71 approved by the voters at the November 2, 2004, general election, to adopt robust conflict-of-interest standards for itself and for the members of its working groups, to comply with standards set forth in provisions of law relating to open meetings of public agencies and public records, and to report to the Legislature by April 1, 2005. **Senate Health committee. Hearing set: June 29**<sup>th</sup>.